RATING BUY | CMP INR 335 | TP INR 390

PL Capital PRABHUDAS LILLADHER

Praj Industries (PRJ IN)

Q1FY27 Result Update

August 15, 2026

☑ Estimate Change | ☑ Target | ☑ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Buy		Accumulate	
Target Price	390		389	
Sales (INR mn)	35,771	42,262	35,161	40,876
% Chng.	*1.7*	*3.4*		
EBITDA (INR mn)	2,987	4,163	3,147	4,149
% Chng.	*(5.1)*	*0.3*		
EPS (INR)	10.2	15.0	10.5	15.0
% Chng.	*(2.9)*	-		

Key Data

Key Data	PRAJ.BO | PRJ IN
BSE Code	522205
NSE Code	PRAJIND
52-W High / Low	INR 433 / INR 273
Face Value	2
Sensex / Nifty	78,009 / 24,366
Market Cap	INR 62 bn / $ 646 mn
Shares Outstanding	183.81 mn
3M Avg. Daily Value	INR 355.85 mn

Shareholding Pattern (%)

Promoters	32.81
FIIs	17.75
Mutual Funds	13.52
Domestic Institutions	0.58
Public and Others	35.34
Promter's pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(4.7)	(9.9)	8.7	(18.5)
Relative	(5.8)	(12.9)	15.1	(15.8)

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	32,280	31,679	35,771	42,262
EBITDA (INR mn)	3,145	1,518	2,987	4,163
Margin (%)	*9.7*	*4.8*	*8.4*	*9.9*
PAT (INR mn)	1,983	364	1,875	2,757
EV (INR mn)	58,177	57,248	57,164	55,916
Total Debt (INR mn)	1,949	1,730	1,730	1,730
C&C Eq. (INR mn)	1,812	2,037	2,614	3,213
EPS (INR)	10.8	2.0	10.2	15.0
Gr. (%)	*(30.0)*	*(81.6)*	*414.6*	*47.1*
DPS (INR)	4.3	0.8	4.9	7.2
Yield (%)	*1.3*	*0.2*	*1.5*	*2.1*
RoE (%)	*14.9*	*2.7*	*13.4*	*17.5*
RoCE (%)	*15.1*	*3.0*	*12.2*	*17.3*
EV/Sales (x)	1.8	1.8	1.6	1.3
EV/EBITDA (x)	18.5	37.7	19.1	13.4
PE (x)	31.1	169.2	32.9	22.4
P/BV (x)	4.5	4.7	4.2	3.7

Mixed Q1; GenX orders to support margin recovery

Quick Pointers

- Order inflows stood at ~Rs10bn (+25.8% YoY) while the order book increased ~3.2% YoY to ~Rs45.9bn.
- Secured a supply agreement with a US$50mn (~Rs5bn) revenue opportunity over 2.5 years for hyperscale data centres

Praj Industries (PRAJ) reported a mixed Q1FY27 performance with revenue increasing ~11.8% YoY and EBITDA margin contracting 137bps YoY on lower volumes and an unfavourable mix. Domestic 1G ethanol execution remained subdued as capacity additions have largely paused, while customer funding constraints and elongated project cycles delayed backlog conversion and collections. Furthermore, Raw-material volatility, supply-chain disruptions and geopolitical uncertainties also weighed on execution and order conversion. However, ~Rs10bn of order inflows (+26% YoY) took the order book to a record ~Rs45.9bn, with a growing international and newer-technology mix improving revenue visibility. The shift towards international orders, lifecycle services and newer biofuels should support margin recovery, while the Rs230bn+ GOBARdhan scheme through FY36, targeting a 10x increase in CBG production, offers significant opportunity. GenX is expected to reach EBITDA breakeven by FY27-end, with data-centre traction providing a minimum US$50mn (~Rs5bn) revenue opportunity over 2.5 years across server-hall infrastructure and cooling systems. Hi-Purity and ZLD are gaining exposure to India's BSS opportunity, with Praj securing its first combined ultra-pure water and ZLD contract from an Indian semiconductor company. SAF and Bio-IBA add further optionality, including a potential Rs30bn+ opportunity from a 2% Bio-IBA blending mandate, supporting stronger order conversion, mix improvement and a gradual recovery through FY27. The stock is currently trading at a P/E of 32.9x/22.4x on FY27/28E. We upgrade our rating from 'Accumulate' to 'Buy' given the recent correction in the stock price and beginning of Genx orders, valuing the stock at a PE of 26x Mar'28E (same as earlier) arriving at a TP of Rs390 (TP of Rs389 earlier).

Praj's near-term prospects remain weak amid execution challanges, liquidity challenges in the domestic market and lack of visibility for greenfield 1G ethanol opportunities. However, its long-term growth may be aided by prospective mandates for ethanol blending in petrol to 25%-30% and blending diesel, better order booking for its Genx facility, GOBARdhan-led CBG, SAF and Bio-IBA provide further avenues for long-term growth and diversification.

Quarter Summary

Y/e Mar	Q1'27E	Q1'27A	*% Var.*	Q1'26A	*YoY gr. (%)*
Net Sales (INR mn)	6,571	7,158	*9.0*	6,402	*12.0*
EBITDA (INR mn)	237	300	*27.0*	356	*(16.0)*
Margin (%)	*3.6*	*4.2*	*60 bps*	*5.6*	*(140) bps*
PAT (INR mn)	31	67	*116.0*	53	*26.0*

Source: Company, PL

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Other income drives profitability despite lower gross margin: Consolidated revenue increased by 11.8% YoY to Rs7.2bn (PLe: Rs6.6bn). Gross margin contracted by 803bps YoY to 45.4% (PLe: 47.5%). EBITDA declined 15.7% YoY to Rs300mn (Ple: Rs237mn) while EBITDA margin contracted by 137bps YoY to 4.2% (PLe: 3.6%) primarily due to gross margin contraction, offset by operating leverage from decrease in other expenses (-5.4% YoY to Rs2.1bn) and flat employee expenses (Rs824mn vs Rs819mn in Q1 FY26) Adj. PBT increased by 26.5% YoY to Rs122mn (PLe: Rs42mn) driven by higher other income (+152.4%% YoY to Rs111mn) and lower interest cost (-28.2% YoY to Rs37mn). Adj. PAT increased by 25.5% YoY to Rs67mn (PLe: Rs31mn) as effective tax rate increased by 43bps to 44.9% We have adjusted for Rs89mn of insurance claim in respect of losses arising from a fire incident. Reported PBT and PAT increased by 119% YoY and 117% YoY respectively.

Strong order intake leads to record order book (Rs45.9bn – 1.4x TTM revenue): Q1 order inflow increased ~26% YoY to Rs10bn driven by Engineering (+193.5% YoY to Rs2.8bn) and Hi-Purity (+57.2% YoY to Rs1bn, while Bio-Energy inflows declined 2.5% YoY to Rs6.2bn). Domestic/export inflow mix stood at 57%/43% (vs 55%/45% in Q1FY26). Order book stands at Rs45.9bn (1.4x TTM revenue) – 77%/5%/18% in Bio-Energy/Hi-Purity/Engineering and 63%/37% in domestic/exports.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	*YoY gr. (%)*	Q2FY27E	*YoY gr. (%)*	Q3FY27E	*YoY gr. (%)*	Q4FY27E	*YoY gr. (%)*
Sales	7,158	*11.8%*	9,212	*9.5%*	9,913	*17.8%*	9,488	*12.3%*
EBITDA	300	*-15.7%*	682	*22.1%*	892	*116.0%*	1,112	*377.8%*
Margin (%)	*4.2*	*(136.7)*	*7.4*	*76.5*	*9.0*	*409.1*	*11.7*	*896.6*
Adj. PAT	67	*26%*	433	*125%*	577	*177%*	797	*945%*

Source: Company, PL

Exhibit 2: Lower gross margin impacted EBITDA margin which contracted 137bps YoY to 4.2%

Y/e March (INR mn)	Q1FY27	Q1FY26	YoY.gr.	Q1FY27E	Var.	Q4FY26	QoQ gr.	FY27E	FY26	YoY gr.
Revenue	**7,158**	**6,402**	*11.8%*	**6,571**	*8.9%*	**8,446**	*-15.2%*	**35,771**	**31,679**	*12.9%*
Gross Profit	3,248	3,419	*-5.0%*	3,121	*4.1%*	3,611	*-10.1%*	16,759	15,478	*8.3%*
Margin (%)	*45.4*	*53.4*	*(803)*	*47.5*	*(212.5)*	*42.8*	*262*	*46.9*	*48.9*	*(201)*
Employee Cost	824	819	*0.6%*	815	*1.2%*	957	*-13.9%*	3,810	3,458	*10.2%*
as % of sales	*11.5*	*12.8*	*(128)*	*12.4*	*(88.3)*	*11.3*	*18*	*10.7*	*10.9*	*(26)*
Other expenditure	2,123	2,243	*-5.4%*	2,070	*2.6%*	2,421	*-12.3%*	9,962	10,503	*-5.1%*
as % of sales	*29.7*	*35.0*	*(538)*	*31.5*	*(184.0)*	*28.7*	*100*	*27.9*	*33.2*	*(530)*
EBITDA	**300**	**356**	***-15.7%***	**237**	***27.0%***	**233**	***29.1%***	**2,987**	**1,518**	***96.8%***
Margin (%)	*4.2*	*5.6*	*(137)*	*3.6*	*59.8*	*2.8*	*144*	*8.4*	*4.8*	*356*
Depreciation	253	252	*0.2%*	255	*-1.0%*	271	*-6.8%*	1,071	1,056	*1.5%*
EBIT	**48**	**104**	***-53.9%***	**(18)**	***-360.2%***	**(38)**	***-226.0%***	**1,916**	**462**	***314.9%***
Margin (%)	*0.7*	*1.6*	*(96)*	*(0.3)*	*95.1*	*(0.5)*	*112*	*5.4*	*1.5*	*390*
Other Income	111	44	*152.4%*	110	*0.8%*	245	*-54.7%*	715	504	*42.1%*
Interest	37	52	*-28.2%*	50	*-25.4%*	52	*-28.1%*	125	203	*-38.2%*
PBT (ex. Extra-ordinaries)	**122**	**96**	***26.5%***	**42**	***192.3%***	**155**	***-21.5%***	**2,506**	**763**	***228.6%***
Margin (%)	*1.7*	*1.5*	*20*	*0.6*	*106.5*	*1.8*	*(13)*	*7.0*	*2.4*	*460*
Extraordinary Items	89	-		-	-	81	-	-	(264)	-
PBT	**210**	**96**	***119.0%***	**42**	***406.4%***	**235**	***-10.6%***	**2,506**	**499**	***402.3%***
Total Tax	94	43	*121.2%*	10	*801.6%*	119	*-20.8%*	632	261	*142.3%*
Effective Tax Rate (%)	44.9	44.4	*43*	25.2	*1,966.3*	50.7	*(580)*	25.2	52.3	*(2,706)*
Reported PAT	**116**	**53**	***117.3%***	**31**	***273.3%***	**116**	***0.0%***	**1,875**	**238**	***687.1%***
Adj. PAT	**67**	**53**	***25.5%***	**31**	***115.7%***	**76**	***-12.2%***	**1,874**	**364**	***415.1%***
Margin (%)	*0.9*	*0.8*	*10*	*0.5*	*46.3*	*0.9*	*3*	*5.2*	*1.1*	*409*
Adj. EPS	0.4	0.3	*25.5%*	0.2	*115.7%*	0.4	*-12.2%*	10.2	2.0	*415.1%*

Source: Company, PL

Exhibit 3: Strong growth in Bio energy (+23.9% to Rs4.7bn) and HiPurity (+14.6% YoY to Rs850mn) drives revenue

Segment Revenue (INR mn)	Q1FY27	Q1FY26	YoY.gr.	Q1FY27E	Var.	Q4FY26	QoQ gr.	FY27E	FY26	YoY.gr.
Bio Energy	4,740	3,826	*23.9%*	4,332	*9.4%*	6,230	*-23.9%*	23,192	21,426	*8.2*
HiPurity	850	742	*14.6%*	764	*11.2%*	840	*1.2%*	3,823	3,322	*15.1*
Engineering	1,570	1,833	*-14.3%*	1,475	*6.4%*	1,380	*13.8%*	8,756	6,933	*26.3*
Total	**7,160**	**6,401**	***11.9%***	**6,571**	***9.0%***	**8,450**	***-15.3%***	**35,771**	**31,681**	***12.9***
Mix (%)										
Bio Energy	66.2	59.8	*10.8*	65.9	*29.8*	73.8	*(755)*	64.8	67.6	*(4.1)*
HiPurity	11.9	11.6	*2.5*	11.6	*24.6*	9.9	*193*	10.7	10.5	*1.9*
Engineering	21.9	28.6	*(23.4)*	22.5	*(51.9)*	16.3	*559*	24.5	21.9	*11.9*
Geographic Revenue (Rs mn)										
Domestic	5,369	3,905	*37.5%*	4,271	*25.7%*	6,253	*-14.1%*	20,489	20,151	*1.7*
Export	1,790	2,497	*-28.3%*	2,300	*-22.2%*	2,197	*-18.5%*	15,283	11,532	*32.5*
Total	**7,158**	**6,402**	***11.8%***	**6,571**	***8.9%***	**8,450**	***-15.3%***	**35,772**	**31,683**	***12.9***
Mix (%)										
Domestic	75.0	61.0	*23.0*	65.0	*1,000.0*	74.0	*96*	57.3	63.6	*(10.0)*
Export	25.0	39.0	*(35.9)*	35.0	*(1,000.0)*	26.0	*(101)*	42.7	36.4	*17.4*

Source: Company, PL

Conference Call Highlights:

Margins: Margins remained subdued on lower volumes and an unfavourable mix, management remains cautious on steel and other input-cost inflation amid geopolitical disruptions. Margin recovery should be supported by a better mix of international orders, lifecycle services and newer biofuels such as CBG/Bio-IBA, although GenX and R&D investments remain a near-term drag. Services, which carry better margins, are expanding through physical/digital plant-performance solutions, performance enhancers and biogenic CO2 capture, with trials underway in Latin America, providing structural margin upside as the installed base grows.

Orders: Order intake was ~Rs10bn in Q1, taking the order book to ~Rs45.9bn, with ~63% domestic. The order mix is increasingly diversified across international and newer-technology projects, including Bio-IBA, Brazil ethanol, SAF and GenX/data-centre opportunities.

Execution: Domestic 1G ethanol execution remains constrained by customer funding issues and the supply-demand imbalance, extending project cycles, delaying revenue conversion and impacting collections. Management is prioritising faster execution of international and newer-technology orders to improve backlog conversion.

1G Ethanol: Domestic greenfield 1G ethanol activity remains subdued, with enquiries largely from ethanol-deficit regions such as Assam, while brownfield opportunities in distillers, DCO and other co-product/efficiency solutions are seeing stronger traction, greenfield ENA demand remains healthy. International opportunities remain strong across Brazil, US, Indonesia, Vietnam, Costa Rica, Bolivia and other Latin American markets, driven by higher blending mandates and energy-security needs. Management remains positive on the export pipeline, although longer engineering and execution timelines imply a lag to revenue.

CBG: The GOBARdhan scheme (Rs230bn+ through FY36) should accelerate the CBG ecosystem, targeting a 10x increase in domestic production, assured demand and financing mechanisms. Praj has end-to-end capabilities across digestion, biogas cleaning, compression/delivery and lifecycle services, with technology applicable to press mud, rice straw and Napier grass; several states are also supporting capacity creation. Despite high competition and industry-level margins currently, management sees larger opportunities and improving margins as the market becomes more structured.

SAF: Praj progressed to a detailed engineering order for an ethanol-to-SAF plant from an international customer, strengthening its position as a technology partner for alcohol-to-jet SAF; ICAO approval of sugarcane and its derivatives as a SAF pathway further validates its technology and expands the feedstock base.

Bio IBA: Praj received an order for India's first commercial-scale demonstrator, targeted for completion by Dec-26; a potential 2% blending mandate in diesel could create Rs30bn+ of project opportunities, with government agencies evaluating blended diesel for engine performance, although mandate timing remains uncertain.

GenX: GenX is diversifying beyond traditional green hydrogen and green ammonia into modular infrastructure across industries to reduce end-market volatility. It secured a global supply agreement with minimum US$50mn (~Rs5bn) business over 2.5 years for hyperscale data centres, covering server-hall infrastructure and cooling, leveraging Praj's modularisation and precision-fabrication capabilities. Deliveries are expected across Q2–Q4FY27, with shorter project cycles offering faster revenue conversion; the business remains targeted for EBITDA breakeven by end-FY27. Successful execution could help deepen the product offering and replicate opportunities through its global EPC partnership.

Hi-Purity: Secured its first combined ultra-pure water and ZLD order from an Indian semiconductor company, providing an entry into the emerging Batteries, Semiconductors and Solar (BSS) ecosystem. Semiconductor manufacturing requires specialised water-treatment systems, while battery and solar capacity additions provide further growth opportunities.

ZLD: Tighter implementation of industrial-emission norms should support ZLD demand, with the semiconductor order providing an important reference project and potential entry point into new manufacturing ecosystems.

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	**32,280**	**31,679**	**35,771**	**42,262**
YoY gr. (%)	*(6.9)*	*(1.9)*	*12.9*	*18.1*
Cost of Goods Sold	16,546	16,200	19,012	22,399
Gross Profit	15,734	15,478	16,759	19,863
Margin (%)	*48.7*	*48.9*	*46.9*	*47.0*
Employee Cost	3,493	3,458	3,810	4,311
Other Expenses	1,953	2,455	3,219	3,550
EBITDA	**3,145**	**1,518**	**2,987**	**4,163**
YoY gr. (%)	*(15.4)*	*(51.7)*	*96.8*	*39.4*
Margin (%)	*9.7*	*4.8*	*8.4*	*9.9*
Depreciation and Amortization	864	1,056	1,071	1,147
EBIT	**2,281**	**462**	**1,916**	**3,016**
Margin (%)	*7.1*	*1.5*	*5.4*	*7.1*
Net Interest	185	203	125	148
Other Income	608	504	715	833
Profit Before Tax	**2,986**	**499**	**2,506**	**3,700**
Margin (%)	*9.2*	*1.6*	*7.0*	*8.8*
Total Tax	796	261	632	944
Effective Tax Rate (%)	*26.7*	*52.2*	*25.2*	*25.5*
Profit After Tax	**2,189**	**238**	**1,875**	**2,757**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**1,983**	**364**	**1,875**	**2,757**
YoY gr. (%)	*(30.0)*	*(81.6)*	*414.6*	*47.1*
Margin (%)	*6.1*	*1.1*	*5.2*	*6.5*
Extra Ord. Income / (Exp)	206	(126)	-	-
Reported PAT	**2,189**	**238**	**1,875**	**2,757**
YoY gr. (%)	*(22.7)*	*(89.1)*	*686.9*	*47.1*
Margin (%)	*6.8*	*0.8*	*5.2*	*6.5*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	2,189	238	1,875	2,757
Equity Shares O/s (mn)	**184**	**184**	**184**	**184**
EPS (INR)	**10.8**	**2.0**	**10.2**	**15.0**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	**8,549**	**8,878**	**9,478**	**10,078**
Tangibles	8,549	8,878	9,478	10,078
Intangibles	-	-	-	-
Acc: Dep / Amortization	**4,084**	**4,394**	**5,465**	**6,613**
Tangibles	4,084	4,394	5,465	6,613
Intangibles	-	-	-	-
Net Fixed Assets	**4,465**	**4,483**	**4,012**	**3,465**
Tangibles	4,465	4,483	4,012	3,465
Intangibles	-	-	-	-
Capital Work In Progress	1,384	1,178	1,178	1,178
Goodwill	-	-	-	-
Non-Current Investments	1,104	534	562	644
Net Deferred Tax Assets	(30)	-	-	-
Other Non-Current Assets	88	142	179	211
Current Assets				
Investments	3,584	4,069	3,577	4,226
Inventories	2,533	2,661	2,842	3,242
Trade Receivables	5,560	5,587	5,978	6,716
Cash & Bank Balance	1,812	2,037	2,614	3,213
Other Current Assets	10,923	9,717	11,805	13,524
Total Assets	**31,604**	**30,559**	**32,926**	**36,630**
Equity				
Equity Share Capital	368	368	368	368
Other Equity	13,450	12,724	14,453	16,309
Total Networth	**13,818**	**13,091**	**14,820**	**16,677**
Non-Current Liabilities				
Long Term Borrowings	1,503	1,161	1,161	1,161
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	446	570	570	570
Trade Payables	4,823	5,861	5,978	6,600
Other Current Liabilities	10,983	9,875	10,396	11,622
Total Equity & Liabilities	**31,604**	**30,559**	**32,926**	**36,630**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	2,986	499	2,506	3,700
Add. Depreciation	864	1,056	1,071	1,147
Add. Interest	4	7	125	-
Less Financial Other Income	608	504	715	833
Add. Other	(396)	(35)	-	148
Op. Profit before WC Changes	3,458	1,527	3,702	4,995
Net Changes-WC	(2,000)	1,178	(2,116)	(1,156)
Direct Tax	(1,028)	(704)	(632)	(944)
Net Cash from Op. Activities	**430**	**2,001**	**955**	**2,896**
Capital Expenditures	(435)	(434)	(600)	(600)
Interest / Dividend Income	149	164	-	-
Others	998	206	492	(649)
Net Cash from Invt. Activities	**712**	**(64)**	**(108)**	**(1,249)**
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	-	-	-	-
Dividend Paid	(1,102)	(1,105)	(146)	(900)
Interest Paid	(185)	(185)	(125)	(148)
Others	(322)	(583)	-	-
Net Cash from Fin. Activities	**(1,608)**	**(1,873)**	**(271)**	**(1,048)**
Net Change in Cash	**(466)**	**64**	**576**	**599**
Free Cash Flow	(441)	1,557	355	2,296

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Net Revenues	**8,416**	**8,415**	**8,446**	**7,158**
YoY gr. (%)	*3.1*	*(1.4)*	*(1.8)*	*11.8*
Raw Material Expenses	3,838	4,545	4,834	3,910
Gross Profit	4,578	3,870	3,611	3,248
Margin (%)	*54.4*	*46.0*	*42.8*	*45.4*
EBITDA	**558**	**413**	**233**	**300**
YoY gr. (%)	*(40.7)*	*(29.5)*	*(69.1)*	*(15.7)*
Margin (%)	*6.6*	*4.9*	*2.8*	*4.2*
Depreciation / Depletion	267	266	271	253
EBIT	**291**	**147**	**(38)**	**48**
Margin (%)	*3.5*	*1.8*	*-*	*0.7*
Net Interest	50	50	52	37
Other Income	54	119	245	111
Profit before Tax	**296**	**(128)**	**235**	**210**
Margin (%)	*3.5*	*(1.5)*	*2.8*	*2.9*
Total Tax	103	(4)	119	94
Effective Tax Rate (%)	*34.9*	*3.5*	*50.7*	*44.9*
Profit After Tax	**193**	**(124)**	**116**	**116**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**193**	**209**	**76**	**67**
YoY gr. (%)	*(64.2)*	*(49.3)*	*(80.8)*	*25.5*
Margin (%)	*2.3*	*2.5*	*0.9*	*0.9*
Extra Ord. Income / (Exp)	-	(332)	40	49
Reported PAT	**193**	**(124)**	**116**	**116**
YoY gr. (%)	*(64.2)*	*(130.1)*	*(70.8)*	*117.4*
Margin (%)	*2.3*	*(1.5)*	*1.4*	*1.6*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**193**	**(124)**	**116**	**116**
Avg. Shares O/s (mn)	184	184	184	184
EPS (INR)	**1.0**	**1.1**	**0.4**	**0.4**

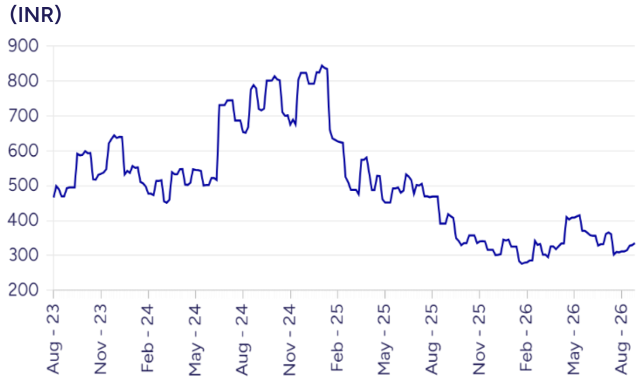
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	10.8	2.0	10.2	15.0
CEPS	15.5	7.7	16.0	21.2
BVPS	75.2	71.2	80.6	90.7
FCF	(2.4)	8.5	1.9	12.5
DPS	4.3	0.8	4.9	7.2
Return Ratio (%)				
RoCE	15.1	3.0	12.2	17.3
ROIC	17.2	2.4	15.1	22.4
RoE	14.9	2.7	13.4	17.5
Balance Sheet				
Net Debt : Equity (x)	(0.2)	(0.3)	(0.3)	(0.3)
Net Working Capital (Days)	37	27	30	32
Valuation (x)				
PER	31.1	169.2	31.9	22.4
P/B	4.5	4.7	4.1	3.7
P/CEPS	21.6	43.4	20.3	15.8
EV/EBITDA	1.9	1.9	1.7	1.5
EV/Sales	19.8	40.4	19.3	14.6
Dividend Yield (%)	1.3	0.2	1.5	2.1
FCFF Yield (%)	-0.7	2.5	1.0	2.0
PEG Ratio	-1.0	-2.1	0.1	0.5

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Jul-26	Accumulate	389	355
2	01-Jun-26	Accumulate	389	352
3	09-Apr-26	Accumulate	340	337
4	24-Mar-26	Accumulate	340	312
5	13-Feb-26	Accumulate	340	308
6	07-Jan-26	Hold	353	322
7	06-Nov-25	Hold	353	335
8	07-Oct-25	Hold	393	353
9	13-Aug-25	Hold	393	414
10	09-Jul-25	BUY	545	497

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	HOLD	6944	7285
2	Apar Industries	Accumulate	14720	13889
3	BEML	Accumulate	2011	1911
4	Bharat Electronics	Accumulate	452	407
5	BHEL	Reduce	368	435
6	Carborundum Universal	HOLD	1072	1121
7	Cummins India	HOLD	5323	5402
8	Elgi Equipments	Accumulate	637	576
9	Engineers India	Buy	271	235
10	GE Vernova T&D India	Accumulate	4701	4299
11	Grindwell Norton	Accumulate	2113	2018
12	Harsha Engineers International	Accumulate	462	410
13	Hindustan Aeronautics	BUY	5795	4995
14	Hitachi Energy India	HOLD	34026	32600
15	Ingersoll-Rand (India)	Accumulate	5029	4606
16	Kalpataru Projects International	Accumulate	1472	1348
17	KEC International	Accumulate	523	451
18	Kirloskar Pneumatic Company	Accumulate	1715	1599
19	Larsen & Toubro	BUY	4425	3832
20	Praj Industries	Accumulate	389	355
21	Siemens	HOLD	3831	4011
22	Siemens Energy India	Accumulate	3434	3252
23	Thermax	Reduce	3952	4306
24	Triveni Turbine	HOLD	615	600
25	Voltamp Transformers	Accumulate	11003	9950

PL's Recommendation Nomenclature (Absolute Performance)

BUY	:	> 15%
Accumulate	:	5% to 15%
Hold	:	+5% to -5%
Reduce	:	-5% to -15%
Sell	:	< -15%
Not Rated (NR)	:	No specific call on the stock
Under Review (UR)	:	Rating likely to change shortly

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